

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
<b>Description:</b> The Medicaid program was established to provide aid for persons whose income and resources are insufficient to meet the costs of necessary medical or remedial care. This program was established as a separate division in FY 1997.							
<b>FY 2002 Original Appropriation</b>							
3.00 FY 2002 Original Appropriation: SB 1274							
General	96.73	4,775,000	3,147,800	0	221,388,500	0	229,311,300
Dedicated	0.00	0	0	0	641,700	0	641,700
Federal	100.67	6,875,300	10,819,200	0	538,109,300	0	555,803,800
Other	0.00	0	0	0	23,758,800	0	23,758,800
<b>Total</b>	<b>197.40</b>	<b>11,650,300</b>	<b>13,967,000</b>	<b>0</b>	<b>783,898,300</b>	<b>0</b>	<b>809,515,600</b>
<b>Appropriation Adjustments</b>							
4.11 Reappropriation							
Other	0.00	0	578,400	19,700	0	0	598,100
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>578,400</b>	<b>19,700</b>	<b>0</b>	<b>0</b>	<b>598,100</b>
4.31 Supplemental - Medicaid Benefit Payments: The Division of Medicaid is taking aggressive measures in an effort to reduce the rate of growth in benefit payments. In order to achieve the projected savings outlined in the base reduction plan, additional staff are required. In order to increase the participation rate in the Healthy Connections program, 10 FTP are recommended; 3 FTP are recommended for Utilization Management (UM) to assure that service plans developed for mental health recipients are cost effective and provide the right treatment; 2 FTP (nurse reviewer positions) are recommended in UM to conduct an increased number of hospital length-of-stay determinations; and 2 FTP are recommended for pharmacy reviewer positions for the audit of adult prescriptions. Operating Expenditures increases are needed to provide funding for remediation of the AIM system to be compliant with the federally mandated requirements of the Health Insurance Portability and Accountability Act (HIPPA) Code and Transactions rules; provides for increased contract costs with Electronic Data Systems who performs full fiscal agent services for medicaid benefit payments; reprogramming costs of the AIM system in order to implement holdback plan; and increased contract with Pro-West to support the department's increased scrutiny of hospital length-of-stay reviews. Capital Outlay provides for furniture and equipment for 17 staff and funding for the purchase of point-of-service machines which will provide primary care givers access to automated medicaid systems.							
General	17.00	152,800	3,860,200	387,000	(123,100)	0	4,276,900
Federal	0.00	189,000	6,405,100	397,200	(300,900)	0	6,690,400
Other	0.00	0	0	0	(1,212,300)	0	(1,212,300)
<b>Total</b>	<b>17.00</b>	<b>341,800</b>	<b>10,265,300</b>	<b>784,200</b>	<b>(1,636,300)</b>	<b>0</b>	<b>9,755,000</b>
4.42 Negative Supplemental: General Fund holdbacks, as directed by Executive Orders 2001-10 and 2001-17, are incorporated as a negative supplemental appropriation for fiscal year 2002.							
General	0.00	0	0	0	(6,944,600)	0	(6,944,600)
Federal	0.00	0	0	0	(16,486,900)	0	(16,486,900)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(23,431,500)</b>	<b>0</b>	<b>(23,431,500)</b>
<b>FY 2002 Total Appropriation</b>							
General	113.73	4,927,800	7,008,000	387,000	214,320,800	0	226,643,600
Dedicated	0.00	0	0	0	641,700	0	641,700
Federal	100.67	7,064,300	17,224,300	397,200	521,321,500	0	546,007,300
Other	0.00	0	578,400	19,700	22,546,500	0	23,144,600
<b>Total</b>	<b>214.40</b>	<b>11,992,100</b>	<b>24,810,700</b>	<b>803,900</b>	<b>758,830,500</b>	<b>0</b>	<b>796,437,200</b>

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	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
<b>Expenditure Adjustments</b>							
6.21 Governor's Holdback							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
6.32 FTP or Fund Adjustment: Medicaid buy-in (Ticket to Work). Under current medicaid policy, individuals with disabilities lose their medicaid benefits upon exceeding certain income limits. That means Idahoans with disabilities often have to choose between a job or health care. Consequently, many people with disabilities do not attempt to enter the work force, or if they are working, must limit the number of hours to maintain their medicaid eligibility. This decision unit will enable employable persons with disabilities to return to work or increase their income and purchase medicaid coverage on a sliding-fee scale.							
Federal	0.00	0	351,100	0	0	0	351,100
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>351,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>351,100</b>
6.51 Transfer Between Programs: Transfer the Fraud/SURS program to Indirect Services.							
General	(12.00)	(200,800)	(26,100)	0	0	0	(226,900)
<b>Total</b>	<b>(12.00)</b>	<b>(200,800)</b>	<b>(26,100)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(226,900)</b>
6.91 Other Adjustments: The ongoing federal fund adjustment is to bring federal funds appropriation in line with anticipated funding availability. This adjustment takes into consideration some enhanced federal match available for certain services in the benefit category. It also reduces the federal appropriation in personnel and operating to match funding availability based on expenditure trends at different federal match rates.							
The ongoing receipt adjustment in benefits is due to increased efforts for accuracy in the areas of facility cost auditing, and recovery of drug rebates.							
One-time federal fund adjustment is match on reappropriation for: PERSI Gainsharing (\$43,400), vehicles (\$18,200), and the Mental Health/Developmental Disabilities project for managed care (\$535,000).							
General	10.29	0	0	0	0	0	0
Federal	0.00	(200,800)	552,300	18,200	7,812,700	0	8,182,400
Other	0.00	0	0	0	6,241,200	0	6,241,200
<b>Total</b>	<b>10.29</b>	<b>(200,800)</b>	<b>552,300</b>	<b>18,200</b>	<b>14,053,900</b>	<b>0</b>	<b>14,423,600</b>
<b>FY 2002 Estimated Expenditures</b>							
General	112.02	4,727,000	6,981,900	387,000	214,320,800	0	226,416,700
Dedicated	0.00	0	0	0	641,700	0	641,700
Federal	100.67	6,863,500	18,127,700	415,400	529,134,200	0	554,540,800
Other	0.00	0	578,400	19,700	28,787,700	0	29,385,800
<b>Total</b>	<b>212.69</b>	<b>11,590,500</b>	<b>25,688,000</b>	<b>822,100</b>	<b>772,884,400</b>	<b>0</b>	<b>810,985,000</b>
<b>Base Adjustments</b>							
8.12 FTP or Fund Adjustments: Negative supplemental appropriations recommended in DU 4.42 are restored. This allows agencies to reconcile FY 2002 temporary reductions with permanent reductions to base spending authority for FY 2003.							
General	0.00	0	0	0	6,944,600	0	6,944,600
Federal	0.00	0	0	0	16,486,900	0	16,486,900
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>23,431,500</b>	<b>0</b>	<b>23,431,500</b>

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
<b>8.41 Removal of One-Time Expenditures</b>							
General	0.00	0	(69,600)	(387,000)	(876,100)	0	(1,332,700)
Federal	0.00	0	(767,300)	(415,400)	(2,140,300)	0	(3,323,000)
Other	0.00	0	(578,400)	(19,700)	0	0	(598,100)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>(1,415,300)</b>	<b>(822,100)</b>	<b>(3,016,400)</b>	<b>0</b>	<b>(5,253,800)</b>
<b>8.52 Base Reduction: Permanent reductions in agency base budgets are made to accommodate limited General Fund revenue for fiscal year 2003. Reductions will be accommodated through expenditure management and other program changes that realign funding availability with program requirements.</b>							
General	0.00	0	0	0	(18,650,500)	0	(18,650,500)
Federal	0.00	0	0	0	(45,085,300)	0	(45,085,300)
Other	0.00	0	0	0	(2,618,400)	0	(2,618,400)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(66,354,200)</b>	<b>0</b>	<b>(66,354,200)</b>
<b>FY 2003 Base</b>							
General	112.02	4,727,000	6,912,300	0	201,738,800	0	213,378,100
Dedicated	0.00	0	0	0	641,700	0	641,700
Federal	100.67	6,863,500	17,360,400	0	498,395,500	0	522,619,400
Other	0.00	0	0	0	26,169,300	0	26,169,300
<b>Total</b>	<b>212.69</b>	<b>11,590,500</b>	<b>24,272,700</b>	<b>0</b>	<b>726,945,300</b>	<b>0</b>	<b>762,808,500</b>
<b>Program Maintenance</b>							
<b>10.11 Change in Benefit Costs: Changes in benefit costs reflect the increased cost for health insurance and reduced costs for unemployment insurance.</b>							
General	0.00	13,600	0	0	0	0	13,600
Federal	0.00	19,500	0	0	0	0	19,500
<b>Total</b>	<b>0.00</b>	<b>33,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>33,100</b>
<b>10.21 General Inflation: The Governor recommends no increase for inflation.</b>							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>10.22 Medical Inflation: The Governor recommends an increase for medical inflation for this program.</b>							
General	0.00	0	0	0	7,787,700	0	7,787,700
Federal	0.00	0	0	0	19,025,800	0	19,025,800
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>26,813,500</b>	<b>0</b>	<b>26,813,500</b>
<b>10.23 Medical Inflation: Children's Health Insurance program increases.</b>							
General	0.00	0	0	0	134,400	0	134,400
Federal	0.00	0	0	0	526,000	0	526,000
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>660,400</b>	<b>0</b>	<b>660,400</b>
<b>10.31 Replacement Items: Not recommended. Replace 67 computer monitors, 19 laptop computers, two copy machines, two color printers, one fax machine, and office furniture.</b>							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

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	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
10.32 Replacement Items: Not recommended. Provide funding to replace 11 vehicles.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
10.33 Replacement Items: Not recommended. Provide funding to replace desktop computers on a three year cycle (14 computers).							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
10.44 Building Services Space Charge: The Governor recommends no adjustment to building space charges for state agencies.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
10.53 Annualizations: Annualize supplemental (see DU 4.31).							
General	0.00	261,900	172,700	0	0	0	434,600
Federal	0.00	377,900	1,227,600	0	0	0	1,605,500
<b>Total</b>	<b>0.00</b>	<b>639,800</b>	<b>1,400,300</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,040,100</b>
10.61 Change in Employee Compensation: The Governor recommends state employee compensation increases to be made from salary savings.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
10.62 Group and Temporary: The Governor recommends compensation increases for group and temporary positions be made from salary savings.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
10.71 External Nonstandard Adjustments: Not recommended. Provide funding for higher per diem rates approved by The Board of Examiners.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
10.72 External Nonstandard Adjustments: Not recommended. Non-state office space rent increase.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
10.73 External Nonstandard Adjustments: The trend in medicaid eligible recipients has shown a steady increase. The average monthly caseload in FY 2001 was approximately 122,787 compared with the average monthly caseload in FY 2002 projected to be 142,670. This represents a 16% increase in the average number of eligible recipients per month. There has been a corresponding increase in spending. Spending in the first three months of FY 2002 has increased \$18,214,900 over the same period in the prior year. This is an increase of nearly 10%. The increase in the number of eligible recipients has resulted in increased expenditures on benefits, which cannot be covered by standard inflation amounts.							
General	0.00	0	0	0	21,273,700	0	21,273,700
Federal	0.00	0	0	0	51,774,900	0	51,774,900
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>73,048,600</b>	<b>0</b>	<b>73,048,600</b>
10.91 Fund Shifts: The Federal Medical Assistance Participation (FMAP) rate is changing from 70.96% to 70.98%. Includes \$3,000 shift from General Fund to federal funds for a change in the composite match rate for Children's Health Insurance Program from 79.67% to 79.68%.							
General	0.00	0	0	0	(138,300)	0	(138,300)
Federal	0.00	0	0	0	138,300	0	138,300
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>FY 2003 Total Maintenance</b>							
General	112.02	5,002,500	7,085,000	0	230,796,300	0	242,883,800
Dedicated	0.00	0	0	0	641,700	0	641,700
Federal	100.67	7,260,900	18,588,000	0	569,860,500	0	595,709,400
Other	0.00	0	0	0	26,169,300	0	26,169,300
<b>Total</b>	<b>212.69</b>	<b>12,263,400</b>	<b>25,673,000</b>	<b>0</b>	<b>827,467,800</b>	<b>0</b>	<b>865,404,200</b>
<b>Program Enhancements</b>							
12.01 Expand Healthy Connections: Not recommended. This decision unit is recommended in the Supplemental DU 4.31.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.02 HCBS Waiver Compliance: Not recommended. This decision unit permits the hiring of additional surveyors in the Bureau of Facility Standards to ensure that the state is administering home and community based medicaid services in accordance with federal and state requirements.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.03 HIPAA Privacy Officer: Not recommended. One of the requirements under the Health Insurance Portability and Accountability Act (HIPPA) is to have a single individual charged with the responsibility of ensuring that the organization is in compliance, and remains in compliance, with HIPPA privacy requirements.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

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12.04 DD/MH Service Delivery Project Contracts: Not recommended. The Developmental Disabilities/Mental Health (DD/MH) Service Delivery project is designed to improve the quality of health care for DD/MH clients. Funds will provide for an independent assessment provider contract to conduct the client needs determination and interface with the AIM system for prior authorization of treatment.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.05 Breast/Cervical Cancer Provider Payments: The 2001 Legislature directed the Department to add the new medicaid eligibility option for women who are uninsured and enrolled in the Center for Disease Control's (CDC) Breast and Cervical Cancer Early Detection Program. This option provides full medicaid coverage for women who are in the CDC program until the treatment for the cancer is completed. It is anticipated that the cost of this expansion will be \$1,382,400 in year one; \$1,804,500 in year two; \$2,258,800 in year three; \$2,725,600 in year four; and \$2,854,200 in year five. This program is matched at the enhanced CHIP match rate of approximately 80% federal and 20% state funds.							
General	0.00	0	0	0	283,000	0	283,000
Federal	0.00	0	0	0	1,099,400	0	1,099,400
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,382,400</b>	<b>0</b>	<b>1,382,400</b>
12.06 RBRVS Rates for Physicians: Not recommended. Resource Based Relative Value Scale (RBRVS) is a change in pricing methodology for certain physician related services.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.07 Automation Requirements for Co-Pay: Not recommended. In order to enable providers to identify medicaid clients who are eligible for a co-payment (and to report that co-payment to the federal government), significant automation resources would be needed.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.08 HealthLink of Idaho: Not recommended. The Department is requesting \$1.2 million in millennium funds to match \$2.8 million in medicaid disproportionate share for hospital (DSH) dollars, for a total of \$4 million in public funds, to pilot HealthLink of Idaho.							
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.09 Additional Capital Outlay: Not recommended. Provides for additional desks, computers, chair, bookcases, and file cabinets.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

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	<u>FTP</u>	<u>Personnel Costs</u>	<u>Operating Expenditures</u>	<u>Capital Outlay</u>	<u>Trustee/ Ben Payments</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
<b>FY 2003 Total Governor's Recommendation</b>							
General	112.02	5,002,500	7,085,000	0	231,079,300	0	243,166,800
Dedicated	0.00	0	0	0	641,700	0	641,700
Federal	100.67	7,260,900	18,588,000	0	570,959,900	0	596,808,800
Other	0.00	0	0	0	26,169,300	0	26,169,300
<b>Total</b>	<b>212.69</b>	<b>12,263,400</b>	<b>25,673,000</b>	<b>0</b>	<b>828,850,200</b>	<b>0</b>	<b>866,786,600</b>